

BEFORE THE  
PUBLIC UTILITIES COMMISSION  
OF THE STATE OF HAWAII

PUBLIC UTILITIES  
COMMISSION

2009 JUL 20 P 12:34

FILED

In the Matter of the Application of )  
HAWAIIAN ELECTRIC COMPANY, INC. )  
For Approval of Rate Increases and )  
Revised Rate Schedules and Rules )

DOCKET NO. 2008-0083

SUPPLEMENTAL TESTIMONY OF RALPH C. SMITH, CPA

ON BEHALF OF

THE DEPARTMENT OF DEFENSE

AND

CERTIFICATE OF SERVICE

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ATTORNEY FOR  
THE DEPARTMENT OF DEFENSE

BEFORE THE PUBLIC UTILITIES COMMISSION  
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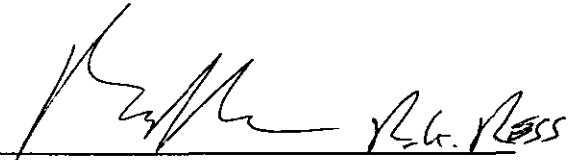
ON BEHALF OF

THE DEPARTMENT OF DEFENSE

COMES NOW, DEPARTMENT OF DEFENSE by and through its undersigned attorney and  
hereby submits Supplemental Testimony of Ralph C. Smith to Hawaiian Electric Company, Inc.

DATED: Honolulu, Hawaii, July 20, 2009

for

  
JAMES N. McCORMICK  
Associate Counsel (Code 09C)  
Naval Facilities Engineering Command, Pacific  
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**BEFORE THE PUBLIC UTILITIES COMMISSION  
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**In the Matter of the Application**

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**Docket No. 2008-0083**

**SUPPLEMENTAL TESTIMONY OF**

**RALPH C. SMITH, CPA**

**ON BEHALF OF**

**THE DEPARTMENT OF DEFENSE**

**Filed July 20, 2009**

**TESTIMONY OF  
RALPH C. SMITH  
ON BEHALF OF  
THE DEPARTMENT OF DEFENSE**

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1

2 **I. INTRODUCTION**

3 Q. Please state your name and business address.

4 A. Ralph C. Smith, 15728 Farmington Road, Livonia, Michigan 48154.

5

6 Q. Have you previously filed direct testimony in this proceeding?

7 A. Yes. My firm is under contract with the Navy Utility Rate and Studies Office  
8 (URASO) to perform utility revenue requirement studies. The Navy represents  
9 the Department of Defense (DOD) in Hawaii. I previously filed direct testimony  
10 on revenue requirement issues on behalf of the DOD on April 17, 2009.

11

12 Q. What is the purpose of your supplemental testimony?

13 A. The purpose of my supplemental testimony is to provide the DOD's overall  
14 perspective concerning the revenue requirement issues in the Settlement  
15 Agreement that was signed by HECO, the Consumer Advocate and the DOD  
16 and was filed on May 19, 2009, in view of the Commission's Interim Decision  
17 and Order of July 2, 2009.

18

19 **II. SUPPORT OF SETTLEMENT AGREEMENT**

20 Q. Does DOD support the Settlement Agreement that was reached in this  
21 proceeding among HECO, the Consumer Advocate and the DOD?

22 A. Yes. DOD views the Settlement Agreement as an integrated package that  
23 was negotiated by the parties for the comprehensive and balanced resolution  
24 of the issues addressed therein, including the revenue requirement issues and  
25 the allocation of the rate increase. Overall, DOD is satisfied with and

1 continues to support the result of the Settlement Agreement.

2 Q. Does this conclude your direct supplemental testimony?

3 A. Yes, it does.

CERTIFICATE OF SERVICE

I hereby certify that one copy of the foregoing document was duly served upon the following parties, by personal service, hand-delivery, and/or U.S. mail, postage prepaid, and properly addressed pursuant to HAR sec. 6-61-21(d).

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Department of Commerce and Consumer Affairs  
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2 Copies

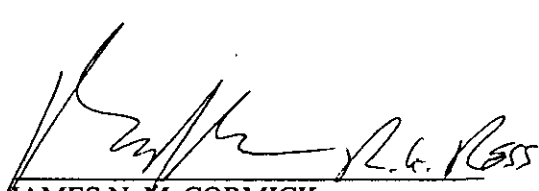
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DATED: July 20, 2009, Honolulu, Hawaii

  
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